

PART B - DIVISION B2

SUPPLEMENTARY INSTRUCTIONS TO BIDDERS

1. ~~X~~ **Performance Guarantees and Incentives:** Bidders shall be awarded a bid evaluation credit (not payable dollars) of \$10,000 for each 0.1% in HP section efficiency, above 92% that is guaranteed in the respective bid (Bid Guaranteed Performance.)

Bidders shall be awarded an evaluation credit (not payable dollars) of \$50,000 for each megawatt of HP section wheel power output above 303 megawatts at valves wide open (VWO), 2400 psi throttle, guaranteed in the bid.

The successful bidder shall be penalized \$300,000 if throttle flow at VWO, 2400 psi exceeds 6,975,000 lbs/hr. This penalty covers near term reduced pressure operation and required system modifications.

The successful bidder shall be awarded a cash incentive of \$10,000 for each 0.1% in performance that is confirmed by the performance test results above 93%, or bid guaranteed performance, whichever is greater, up to a maximum performance cash incentive of \$200,000. No testing tolerance shall be applied above 93%, or bid guaranteed performance, whichever is greater, prior to calculating the performance incentive.

The successful bidder shall be penalized \$10,000 for each 0.1% below bid guaranteed HP section efficiency that is confirmed by the performance test results, up to a maximum penalty of \$200,000. This penalty shall not take effect until after the 0.25% testing tolerance has been applied.

The successful bidder shall be awarded a cash incentive of \$50,000 for each megawatt of HP section wheel power output in excess of the bid guarantee that is proven during the initial and thirty (30) day confirmation performance testing, up to a maximum of 5 megawatts or \$250,000.

The successful bidder shall be penalized \$50,000 for each megawatt of HP section wheel power output below the bid guaranteed output that is confirmed during the initial and thirty (30) day confirmation performance testing, up to a maximum penalty of \$250,000.